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U.S. SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

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FORM 10-Q

Quarterly Report Under Section 13 of the Securities Exchange Act (

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For the Quarter Ended May 31, 1992

Commission File No. 0-16354

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EXTEN INDUSTRIES, INC.
(Exact name of Registrant as specified in its charter)

Incorporated under the Laws of the State of Delaware (State of other jurisdiction of incorporation or organization)	52-1412493 (I.R.S. Employer Identification Number)

1660 Hotel Circle North, Suite 718, San Diego, California 92108
(Address of principal executive offices)

(619) 294-8001
(Registrant's telephone number, including area code)

EXTEN VENTURES, INC.
(Former name, former address, and former fiscal year, if changed since last report)

Common Stock Outstanding at May 31, 1992:
20,777,420 Shares of $0.01 Par Value Common Stock

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes X No _____

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EXTEN INDUSTRIES, INC.

FORM 10-Q

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EXTEN INDUSTRIES, INC.
CONSOLIDATED BALANCE SHEETS

ASSETS	May 31, 1992 (Unaudited)	November 30, 1991
CURRENT ASSETS:		
Cash	$ 26,836	$ 14,758
Accounts Receivable	267,846	389,680
Non-Cash Receivable	23,500	23,500
Notes Receivable	650,140	654,000
Loan Receivable-Stockholder	6,286	6,286
Stock of Client Companies	204,840	204,840
Unrealized Loss on Stock	(112,500)	(112,500)
Inventory	344,125	344,125
Prepaid Expenses	7,129	5,206
Current Portion of Long-Term Notes Receivable	179,342	179,345
Other Current Assets	740	190
Total Current Assets	1,598,284	1,709,430
FIXED ASSETS:		
Property and Equipment	1,231,568	1,231,568
Accumulated Depreciation	(62,742)	(49,426)
Total Fixed Assets	1,168,826	1,182,142
OTHER ASSETS:		
Long-Term Notes Receivable Less Current Portion	2,791,364	2,880,218
Investments	1,887,500	3,708,857
Deposits	11,898	11,898
Deferred Charges	10,333	11,833
Other	9,000	9,000
Total Other Assets	4,710,095	6,621,806
TOTAL ASSETS	$7,477,205	$9,513,378

See accompanying notes to financial statements.

EXTEN INDUSTRIES, INC.
CONSOLIDATED BALANCE SHEETS
(continued)

	May 31, 1992 (Unaudited)	November 30, 1991
LIABILITIES		
CURRENT LIABILITIES:		
Accounts Payable	$ 389,652	$ 449,108
Accrued Expenses	106,587	89,909
Income Taxes Payable	(2,198)	800
Loans Payable - Stockholder	60,864	59,364
Loans Payable	279,853	279,805
Current Portion of Long-Term Debt	284,938	284,938
Current Portion of Negative Goodwill	--	535,441
Other Current Liabilities	18,401	17,784
Total Current Liabilities	1,138,099	1,717,149
LONG-TERM DEBT		
Notes Payable, less current portion	3,453,726	3,551,801
Negative Goodwill, less current portion	--	1,383,225
TOTAL LIABILITIES	4,591,825	4,935,026

EXTEN INDUSTRIES, INC.
CONSOLIDATED BALANCE SHEETS
(continued)

	May 31, 1992 (Unaudited)	November 30, 1991
STOCKHOLDERS' EQUITY:		
Common Stock, $0.01 par value; 50,000,000 shares authorized; 20,777,420 and 13,192,368 shares issued and outstanding at May 31, 1992, and November 30, 1991	207,774	131,924
Preferred Stock - $.01 par, 1,000,000 shares authorized		
Series B - 28,125 issued and outstanding at May 31, 1992, and November 30, 1991	281	281
Series C - 376 shares issued and outstanding at May 31, 1992 and at November 30, 1991	4	4
Series D - 300 and 600 shares outstanding at May 31, 1992, and November 30, 1991	3	6
Series E - 170 shares issued and outstanding at May 31, 1992	17,000	--
Paid-In-Capital	4,318,012	4,304,621
Retained Deficit	(1,657,688)	(1,575,631)
Total Stockholders' Equity	2,885,380	2,861,203
TOTAL LIABILITIES & SHAREHOLDERS' EQUITY	$7,477,205	$9,513,378

See accompanying notes to financial statements.

EXTEN INDUSTRIES, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
(UNAUDITED)

	Six Months Ended May 31,		Three Months Ended May 31,	
	1992	1991	1992	1991
INCOME:				
Net Sales	$351,256	$521,112	$190,843	$251,858
Professional Fees (Cash)	24,303	5,345	2,303	(490)
Interest Income	138,045	144,521	68,839	72,140
Rental Income	37,200	39,969	18,600	20,494
Other Income	141,231	501	7,371	--
Total Income	692,035	711,448	287,956	344,002
Cost of Sales	252,560	495,388	154,937	255,692
Gross Profit	439,475	216,060	133,019	88,310
COSTS AND EXPENSES:				
Selling, General, and Administrative	263,417	291,219	137,940	148,504
Advertising	6,600	(471)	6,371	(2,042)
Consulting	37,500	390	22,500	(124)
Depreciation	9,600	8,754	4,800	4,040
Interest	186,876	203,694	90,705	101,392
Rental Expense	12,347	8,369	12,347	2,694
Other Expense	--	6,060	--	--
Total Costs and Expenses	516,340	518,015	274,663	254,464
Income (Loss) from Operations	(76,865)	(301,955)	(141,644)	(166,154)
OTHER INCOME (EXPENSES):				
Sale of Leasehold Interest	--	250,000	--	--
Equity in Loss of Pacific International Indemnity, Ltd.	(2,503)	--	--	--
Income (Loss) Before Income Taxes	(79,368)	(51,955)	(141,644)	203,071
Provision for Income Taxes	(2,687)	--	(2,687)	--
Net Income (Loss)	$ (82,055)	(51,955)	(144,331)	(166,154)
Income (Loss Per Share)	$ (.004)	$ (.001)	$(.007)	$(.018)

EXTEN INDUSTRIES, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS

	Six Months Ended May 31, 1992	1991
CASH FLOW FROM OPERATING ACTIVITIES		
Net Income (Loss)	$ (82,058)	$ (51,995)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by (Used by) Operating Activities:		
Depreciation	13,316	8,754
Common Stock Issued for Services	7,500	--
(Increase) Decrease In:		
Accounts Receivable	121,834	80,413
Prepaid Expenses	(1,923)	(31,117)
Other Assets	950	1,207
Inventory	0	(71,709)
Increase (Decrease) In:		
Accounts Payable	59,456	184,875
Accrued Expenses	16,678	22,110
Loan Payable to Stockholder	1,500	(11,900)
Other Current Liabilities	(534,822)	9,061
Income Taxes Payable	(2,998)	(15,361)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(519,479)	124,378
CASH FLOW FROM INVESTING ACTIVITIES		
Decrease in Investments	1,821,357	5,560
Payments on LT Notes Receivable	92,714	78,818
Property & Equipment Additions	--	(152,814)
NET CASH FROM INVESTING ACTIVITIES	1,914,071	(318,436)
CASH FLOW FROM FINANCING ACTIVITIES		
Common Stock Issued	75,100	(52,000)
Preferred Stock Issued	16,997	6
Increase in Paid-In-Capital	6,641	112,731
Effect of Pooling of Interest	(28,869)	(28,869)
Increase (Decrease) in Long-Term Debt	--	(96,315)
Increase in Loans Payable	48	254,464
NET CASH PROVIDED BY FINANCING ACTIVITIES	(1,382,514)	190,017
NET (DECREASE) IN CASH	12,078	(4,041)
CASH AT BEGINNING OF PERIOD	14,758	19,560
CASH AT END OF PERIOD	$ 26,836	$ 15,519

EXTEN INDUSTRIES, INC.
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
MAY 31, 1991

NOTE A - BASIS OF PRESENTATION

The accompanying unaudited financial statements have been prepared in accordance with generally accepted accounting principles for interim financial information and with the instructions to the Form 10-Q and Note 10-01 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments (consisting of normal recurring accruals considered necessary for a fair presentation) have been included. Operating results for the interim period ended May 31, 1992 are not necessarily indicative of the results that may be expected for the year ended November 30, 1992.

The consolidated financial statements include the accounts of Exten Industries, Inc. and its wholly-owned subsidiary, ADC Industries Corporation. Intercompany balances and transactions are eliminated in consolidation.

The operations of ADC (acquired as of November 30, 1990, and which had formerly adopted a September 30 fiscal year end), for the months of October and November, 1990 are not included in the results of operations for the quarters ended May 31, 1991. The effect of those month's loss on retained earnings is shown as "Effect of Pooling of Interests" on the Statement of Cash Flows.

NOTE B - COMPUTATION OF INCOME PER SHARE

Income (Loss) per share was computed by dividing net income (loss) by the weighted average number common shares and common stock equivalents during each period as follows:

	Three Months Ended May 31		Six Months Ended May 31	
Period	1992	1991	1992	1991
Weighted Average Number of Shares Outstanding	20,308,399	9,473,520	22,002,443	9,232.040

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

The consolidated financial statements included herein have been prepared by the Company, without audit, pursuant to the rules and regulations of the Securities and Exchange Commission. Certain information and footnote disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles have been condensed or omitted pursuant to such rules and regulations, although the Company believes that the disclosures are adequate to make the information presented not misleading.

In the opinion of the Company, all adjustments, consisting of only normal recurring adjustments, necessary to present fairly the financial position of the Company as of May 31, 1992, have been made. The result of operations for such interim period is not necessarily indicative of the results to be expected for the entire year.

P. Robert Wilkinson, the Company's auditor, has performed a limited review of the financial information included herein. His report on such review accompanies this filing.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Overview

The Company's operations consist of (1) Merchant Banking activities providing corporate financial consulting services (Exten), (2) industrial, high-precision metal manufacturing (ADC), and (3) biotech research (Ascot).

Results from Operations

For the three months ended May 31, 1991, the Company's sales decreased $61,015 (24%) compared to the same period last year. ADC's sales for the quarter continue to be affected by the recession as their customers, primarily manufacturers of storage and fuel tanks, delayed placing orders. Exten Industries reported no open contracts for the period. Management believes that the lack of consulting income was primarily due to management's continued attention to the integration of ADC and expects revenues to return to normal in the third and fourth quarter.

(continued)

PART I. FINANCIAL INFORMATION

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Results from Operations (continued)

Revenues and Cost of Goods Sold for the Company were a result of operations from ADC Industries. Gross profit has increased from (2%) to 19% for the same period last year due to streamlining production due to lower sales volume. Of the Selling, General and Administrative expenses, $136,306 is attributed to Exten Industries operations which represents 52% of all Selling, General, and Administrative expenses; ADC's portion of these expenses amounts to $127,111 (48%). This includes $12,500 in payments for a covenant not to compete for this three month period. Advertising and consulting expenses were incurred by Exten Industries with ADC contributing no part of this. Of the $6,658 amount depreciated, $1,956 is a result of ADC Industries' operations. Interest expense has decreased due to a decrease in outstanding long-term debt. Other income is an insurance settlement attributable to ADC. Salaries and Wages are included in the Selling, General, and Administrative costs for the Company.

Liquidity and Capital Resources

During the fiscal second quarter of 1992, the Company's cash requirements were met through lowering trade accounts receivable and raising trade accounts payable and sales of common stock as evidenced in the Statement of Cash Flows. This is reflective of the current recession; as a result, ADC experienced a slower collection rate on its receivables and deferred payment on trade accounts. Management believes that this problem will correct itself with the end of the recession.

PART II. OTHER INFORMATION

Item 1. Legal Proceedings

No material proceedings.

Item 2. Changes in the Rights of the Company's Security Holders

None.

Item 3. Defaults by the Company on its Senior Securities

None.

Item 4. Results of Votes of Security Holders

None.

Item 5. Other Information

None.

Item 6(a) Exhibits

None.

Item 6(b) Reports on Form 8-K

None.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report be signed on its behalf by the undersigned thereunto duly authorized.

EXTEN INDUSTRIES, INC.

Date: July 14, 1992

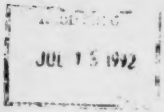
By: _____
Allen A. Ormiston
President

Date: July 14, 1992

By: _____
Betty N. Myers
Assistant Secretary

EXTEN
INDUSTRIES, INC.

July 14, 1992



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450 5th Street, N.W.
Washington DC 20549

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Attn: File Desk

I have enclosed eight copies of Exten's May 31, 1992 10-Q, three manually signed and 5 conformed copies, for filing.

Also enclosed is a duplicate of this letter along with a return envelope. Please sign, date and return it to Exten for our files.

Sincerely,
EXTEN INDUSTRIES, INC.

Edward F. Myers
Chairman

EFM/sm
enclosures

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